KAMIESBERG MUNICIPALITY
ANNUAL FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2005

CONTENTS

		Page
1	GENERAL INFORMATION	1
2	TREASURER'S REPORT	2 - 5
3	ACCOUNTING POLICIES	6 - 8
4	BALANCE SHEET	9
5	INCOME STATEMENT	10
6	CASH FLOW STATEMENT	11
7	NOTES TO THE FINANCIAL STATEMENTS	12 - 18
8	APPENDICES	
	A STATUTORY FUNDS, TRUST FUNDS, RESERVES AND PROVISIONS	19
	B EXTERNAL LOANS AND INTERNAL ADVANCES	20
	C ANALYSIS OF FIXED ASSETS	21
	D ANALYSIS OF OPERATING INCOME AND EXPENDITURE	22
	E DETAILED INCOME STATEMENT	23

GENERAL INFORMATION

MEMBERS OF THE COUNCIL:

M.Klaase - *Mayor*
L.J Meissenheimer
WD Fortuin
M.M.Archer
P Sochop
W.Fortuin

GRADING OF LOCAL AUTHORITY:

2

AUDITOR:

The Auditor-General: Northern Cape

BANKERS:

First National Bank Ltd - Garies

REGISTERED OFFICE:

22 Main Road
Garies
8220

APPROVAL OF FINANCIAL STATEMENTS

The annual financial statements set out on pages 2 to 23 were approved by the Municipal Manager on

9 November 2006 .....and presented to and approved by Council on .....

MUNICIPAL MANAGER

FINANCIAL MANAGER

TREASURER'S REPORT

1. OPERATING RESULTS

Details of the operating result per department, classification and object of expenditure are included in appendices D and E. The applicable statistics are shown in appendix F. The overall operating results for the year ended 30 June 2005 are as follows:

INCOME	Actual 2004/05 R	Actual 2003/04 R	Variance 2004/05 %	Budget 2004/05 R	Variance Actual/ budget %
Opening surplus	1 303 958	(433 971)			
Operating income for the year	11 258 435	10 196 025	(9.44)	14 907 927	31.61
Closing deficit					
	12 562 393	9 762 054		14 907 927	
EXPENDITURE					
Opening deficit					
Operating expenditure for the year	11 124 538	10 013 131	(9.99)	14 753 165	(32.13)
Sundry transfers	1 437 702	(1555 035)			
Closing surplus	153	1 303 958			
	12 562 393	9 762 054		14 753 165	

1.1 Rate and General Services

	Actual 2004/05 R	Actual 2003/04 R	Variance 2004/05 %	Budget 2004/05 R	Variance Actual/ budget %
Income	7 590 590	7 617 527	(0.35)	5 268 072	44.09
Expenditure	7 617 006	7 629 013	0.16	7 350 407	(3.63)
Surplus/(deficit)	(26 416)	(11 486)	(129.98)	(2082 335)	98.73
Surplus/(deficit) as % of total income	-	(0.15)		(39.53)	

1.2 Housing Services

	Actual 2004/05 R	Actual 2003/04 R	Variance 2004/05 %	Budget 2004/05 R	Variance Actual/ budget %
Income		9 920	(100.00)	30 091	(100.00)
Expenditure	472	(9 920)	104.76	61 397	99.23
Surplus/(deficit)	(472)		95.20	(31 306)	(101.51)
Surplus/(deficit) as % of total income	0%	-		(104.04)	

1.3 Trading Services

The following is a summary of the operating results of the Municipality's Trading Services.

Electricity Services

	Actual 2004/05 R	Actual 2003/04 R	Variance 2004/05 %	Budget 2004/05 R	Variance Actual/ budget %
Income	1 327 717	1 398 153	(5.04)	756 582	75.49
Expenditure	1 802 877	1 453 040	(24.08)	721 380	(149.92)
Surplus/(deficit)	(475 160)	(54 887)	765.71	35 202	(1,449.81)
Surplus/(deficit) as % of total income	0.00	(3.93)		4.65	

Water Services

	Actual 2004/05 R	Actual 2003/04 R	Variance 2004/05 %	Budget 2004/05 R	Variance Actual/ budget %
Income	2 340 128	1 180 345	98.26	226 700	932.26
Expenditure	1 704 183	931 078	(83.03)	166 601	(922.91)
Surplus/(deficit)	635 945	249 267	155.13	60 099	958.16
Surplus/(deficit) as % of total income	0.00	21.12		26.51	

Caravan park

	Actual 2004/05 R	Actual 2003/04 R	Variance 2004/05 %	Budget 2004/05 R	Variance Actual/ budget %
Income	15 311	12 404	23.44	25 000	(38.75)
Expenditure	3 782	70	(5,341.27)	64 374	94.13
Surplus/(deficit)	11 530	12 334	(6.52)	(39 374)	485.00
Surplus/(deficit) as % of total income	75.30	99.44		(157.50)	

2. CAPITAL EXPENDITURE AND FINANCING

The expenditure consists of the following:

	2005 ACTUAL	2005 BUDGET	2004 ACTUAL
	R	R	R
Land and Buildings			
Public Works			
Town clerk & treasury			
Graveyards and cemeteries			
Computers and Printers			15 483
Sport Facilities			4 000
Sanitation and Sewerage			117
Housing Service			14 088
Electricity Service			78 940
Water Service			6 477
			119 105

Resources used to finance the fixed assets were as follows:

	2005 ACTUAL	2005 BUDGET	2004 ACTUAL
	R	R	R
External Loans	-	-	-
General	-	-	-
Contribution from operating income	-	-	-
Grants and subsidies	-	-	119 105
Provision and reserves	-	-	-
Public contribution	-	-	-
Suspense Account			
		-	119 105

3. EXTERNAL LOANS, INVESTMENTS AND CASH

External loans outstanding on 30 June 2005 amount to R 1 599 674(R 1 670 997 in 2004) as set out in appendix B. During the year loans totaling R nil were repaid.

Investments and cash on 30 June 2005 amount to R150 875 (R 418 350 in 2004)

More information regarding loans and investments are disclosed in notes 4 and 7 and appendix B to the financial statements.

4. FUNDS, RESERVES AND PROVISIONS

The movement regarding statutory funds, reserves and trust funds are given in appendix A. No contributions was made to any fund, reserve or provision during this financial year.

Leave payments of R 13,441 was made during the year, but has not yet been withdrawn from the investment and were due to the current account.

The sale of dog licenses amounting to R2 262 has not yet been deposited in the dogtax investment account. Expenses with regard to administration cost, collecting fees and other expenses incurred, have also not been deposit to the current account.

6. APPRECIATION

I would like to thank the Mayor, other Councilors, the Municipal Manager and Departmental Heads for the support they have given me and my personnel during the year.

A special word of thanks to the personnel of the Treasury Department for their support in preparing the financial accounts of our municipality.

Financial Manager

ACCOUNTING POLICIES

1. Basis of presentation

1.1 These financial statements have been prepared so as to conform to the stan down by the Institute of Municipal Treasurers and Accountants in its Code for Local Government Accounting (1997) and the Published Annual Financial Statements for Local Authorities (2nd edition 1996, as amended).

1.2 The financial statements are prepared on the historical cost basis, adjusted for fixed assets as more fully detailed in Accounting Policy, note 3.
from previous years due to the fact that it is the first time that the statements are done according to the new method and policy as set out by the IMFO
The statements of the previous year have been proceed in such a way that it is comparitable with the new format.

1.3 The financial statements are prepared on the accrual basis:
- Income is accrued when collectable and measurable. Certain direct income is accrued when received, such as certain licenses.
- Expenditure is accrued in the year it is incurred.

2. Consolidation

The balance sheet includes Rate and General Services, Housing Service, Trading Services and the different funds, reserves and provisions. All inter-departmental charges are set-off against each other, with the exception of assessment rates, refuse removal, electricity and water, which are treated as income and expenditure in the respective departments.

3. Fixed assets

3.1 Fixed assets are stated:
- at historical cost; or
- at valuation (based on the market price at date of acquisition), where assets have been acquired by grant or donation,

while they are in existence and fit for use, except in the case of bulk assets which are written off at the end of their estimated life as determined by the Treasurer.

3.2 Depreciation:
The balance shown against the heading "Loans Redeemed and other Capital Receipts" in the notes to the balance sheet is tantamount to a provision for depreciation, however, certain structural differences do exist. By way of this "provision" assets are written down over their estimated useful life. Apart from advances from the various council funds, assets may also be acquired through:
- Appropriations from operating income, where the full cost of the assets forms an immediate and direct charge against operating income, and therefore it is unnecessary to make any further provision for depreciation.
- Grant or donation, where the amount representing the value of such grant or donation is immediately credited to the "Loans Redeemed and other Capital Receipts" account.

3.3 All net proceeds from the sale of fixed assets are credited to the Capital Development fund

3.4 *Fixed assets are financed from different sources, including external loans, operating income, endowments and internal advances. These loans and advances are repaid within the estimated lives of the assets acquired from such loans and advances.*

4. Inventory

Inventory (stores and materials) is valued at the lower of cost, determined on the weighted average basis, and net realisable value.

5. Funds and reserves

5.1 *Revolving Fund*

Ordinance 20 of 1974, section 75(1), as amended determines that a local authority must make a minimum contribution of 7,5% in terms of the rates income of the previous financial year towards the revolving fund.

5.5.2 *Loss of Rental*

The contribution towards this fund is determined according to the amount of rental levied during the financial year according to the formula 1/12 x (maintenance contributions + insurance + administration fees). This contribution is made compulsory by the Housing Act.

5.5.3 *Community Facilities*

The contribution towards this fund is determined according to the amount of rental levied during the financial year according to the formula 1% x (maintenance contributions + loss of rental contribution). This contribution is made compulsory by the Housing Act.

6. Provisions

Provisions are created for liabilities or contingencies which are known or not known at the date of the balance sheet but for which the amounts involved cannot be determined with substantial accuracy. The following funds are kept:

6.1 *Maintenance: Electricity*
6.2 *Maintenance: Water*
6.3 *Personnel Leave Fund*

7. Retirement benefits

Kamiesberg Municipality and its employees contribute to various funds, which provide retirement benefits to such employees.
The retirement benefit plan is subject to the Pension Fund Act, with pensions being calculated on the final pensionable remuneration paid.

8. Surpluses and deficits

Any surplus or deficits arising from the electricity and water services are transferred to Rate and General Services to alleviate the tax burden of rate payers.

9. Investments

Investments are shown at original value and are invested per approved list of financial institutions issued by the Provincial Administration, Community Development Branch.

Investments were made according to the stipulations of the Second Amendment on the Local Government Transition Act, Act 97 of 1996.

10. Income recognition

10.1 *Electricity and water billings*
All meters are read and billed monthly. Where meters cannot be read during a particular month, they are provisionally billed with the necessary adjustments made in the month they are indeed read.

10.2 *Assessment rates*
Kamiesberg Municipality applies a differential rating system. In terms of this system assessment rate are levied on land and building value of property. Certain rebates are granted according to the use to which a particular property is put.

10.3 Licenses
Income is accrued as and when received.

11. Consolidated Loan Fund

The capital resources of the Consolidated Loans Fun consist of both external and internal loans. Advances are made to borrowings departments at an interest rate equal to the average effective rate of interest or another interest as determined by the Department of Local Government and Housing and is repaid over the useful life of the assets acquired.

12. Provision for Bad Debts

12.1 It is the policy of this Council that as long as a debtor had not absconded, the debt is assumed to be recoverable. The mere fact that a debtor does not pay for municipal services , for what ever reason, does not mean a bad debt exist and all debts are assumed to be recoverable.

12.2 The Financial manager has formally laid down procedures that are followed in an attempt to recover debts and it is only when a debt is proven to be unrecoverable that it is written off and consequently forms a charge against the operating account.

KAMIESBERG MUNICIPALITY
BALANCE SHEET AT 30 JUNE 2005

	Notes	2005 R	2004 R
CAPITAL EMPLOYED			
FUNDS AND RESERVES		1,793,367	4,037,381
Statutory funds	1	1,793,367	1,786,367
Reserves	2	-	2,251,014
RETAINED SURPLUS/ (ACCUMULATED DEFICIT)		153	1,303,957
		1,793,520	5,341,338
TRUST FUNDS	3	294,784	232,726
LONG-TERM LIABILITIES	4	1,599,674	1,670,997
CONSUMER DEPOSITS: SERVICES	5	33,310	33,310
		3,721,288	**7,278,371**
EMPLOYMENT OF CAPITAL			
FIXED ASSETS	6	2,688,362	2,759,685
INVESTMENTS	7	150,875	418,350
		2,839,237	3,178,035
NET CURRENT ASSETS / LIABILITIES		**882,049**	**4,100,336**
CURRENT ASSETS		5,078,795	7,463,738
Debtors	8	5,078,795	7,409,016
Cash in bank and on hand		-	54,722
CURRENT LIABILITIES		(4,196,746)	(3,363,402)
Provisions		292,901	
Creditors	9	3,216,737	2,603,162
Loans: short-term portion of long-term liabilities	4	132,047	132,047
Bank Overdraft		555,061	628,193
		3,721,288	**7,278,371**

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2005

2003/04 Actual Income R	2003/04 Actual expenditure R	2003/04 Surplus/ (deficit) R		2004/05 Actual Income	2004/05 Actual Expenditure	2004/05 Surplus/ (deficit)
7 617 527	7 629 013	(11 486)	**RATE AND GENERAL SERVICES**	7 590 590	7 617 006	(26 416)
6 777 110	6 228 238	548 872	Community services	6 778 916	5 981 300	797 616
6 643	122 599	(115 956)	Subsidised services	1 338	116 151	(114 813)
833 774	1 278 176	(444 402)	Economic services	810 336	1 519 565	(709 219)
			HOUSING SERVICES		472	(472)
2 578 498	2 384 118	194 380	**TRADING SERVICES**	3 667 845	3 507 060	160 785
10 196 025	10 013 131	182 894	**TOTAL**	11 258 435	11 124 538	133 897
		1 555 035	Appropriations for the year (Refer to note 18)			(1 437 702)
		1 737 929	**Net surplus / (deficit) for the year**			**(1 303 805)**
		(433 971)	Accumulated surplus / (Accumulated deficit) beginning of the year			1 303 958
		1 303 958	**ACCUMULATED SURPLUS (ACCUMULATED DEFICIT) AT END OF THE YEAR**			153

(Refer to appendix D and E for more detail)

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2005

	Notes	2005 R	2004 R
CASH RETAINED FROM OPERATING ACTIVITIES		(177 742)	127 294
Cash generated by operations	14	(3874 687)	2 358 172
Investment income		-	-
(Increase) / decrease in working capital	15	3 211 271	(2519 214)
		(663 416)	(161 042)
Less: External interest paid	13	(280 625)	(206 327)
Cash available from operations		(944 041)	(367 368)
Cash contributions from the public and State		766 299	494 662
CASH UTILISED IN INVESTING ACTIVITIES			
Investment in fixed Assets		-	(119 105)
Increase / (decrease) in Consumer deposits		-	-
(Increase) / decrease in LT Debtors		-	-
NET CASH FLOW		(177 742)	8 189
CASH EFFECTS OF FINANCIAL ACTIVITIES			
Increase / (decrease) in long-term loans	16	(71 323)	(62 993)
(Increase) / decrease in cash investments	17	267 475	(365 650)
(Increase) / decrease in cash	18	(18 410)	420 454
NET CASH (GENERATED) / UTILISED		177 742	(8 189)

KAMIESBERG MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2005

	2005 R	2004 R
1 STATUTORY FUNDS		
Revolving Fund	1,793,367	1,786,367
	1,793,367	1,786,367
(Refer to appendix A for more detail)		
2 RESERVES		
Dog tax fund	-	16,398
Development fund	-	17,515
Community facilitation fund	-	32,053
Groenrivier Development fund	-	1,704,782
Gebeurlikheid fund	-	75,378
Water fund	-	388,824
Maintenance fund	-	16,064
	-	2,251,014
(Refer to appendix A for more detail)		
3. TRUST FUNDS		
Maintenance fund - Housing	-	45,945
Sports facility fund	-	(73)
Idp	30,000	55,829
Kheis Creche	20,826	44,000
Garies/Kheis Pipeline	85,676	-
EPWP Project	129,670	-
Diamond Fund Trust Projects	28,612	-
Housing	-	94,135
Gardening	-	5,050
SA projects	-	(16,043)
	294,784	228,843
(Refer to appendix A for more detail)		
4. LONG TERM LIABILITIES		
External loans	1 731 721	1 803 044
Local registered stock		
Annuity loans		
Short-term loans		
	1 731 721	1 803 044
Less: Current portion transferred to current liabilities	132 047	132 047
	1 599 674	1 670 997

(Refer to appendix B for more detail.)

The loan bears interest of 12% and is repayable over a period of 20 years.

KAMIESBERG MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2005 **(Continued)**

	2005 R	2004 R
5. CONSUMERS DEPOSITS - SERVICES		
Electricity and water	33 310	33 310

No guarantees in lieu of electricity and water deposits were kept.

6. FIXED ASSETS

Fixed assets at the beginning of the year	20 626 904	25 642 129
Capital expenditure during the year	-	119 105
Less: Assets written off, transferred or disposed during the year	-	(5 134 330)
Total fixed assets	20 626 904	20 626 904
Less: Loans redeemed and other capital receipts	(17938 542)	(17867 219)
Net fixed assets	2,688,362	2,759,685

(Refer to appendix C and section 2 of the Treasurer's report for more detail on the fixed assets)

7 INVESTMENTS

Listed		
None		
Unlisted		
Long-term deposits		
Co-op paid up shares		
Short-term deposits		
TOTAL INVESTMENTS	150 875	418 350
	150 875	418 350

Marked value of listed investments, and management's valuation of unlisted investments

Listed investments	n/a	n/a
Unlisted investments	150 875	418 350

Investment were made according to the stipulations of the Second Amendment on the Local Government Transition Act, Act 97 of 1996, Section 9.

No investments have been written off during the year

No investments have been pledged as security for any funding facilities of the council.

KAMIESBERG MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2005 (Continued)

	2005 R	2004 R
8 DEBTORS		
Current debtors (consumers & others)	6,081,722	6,049,164
Assessment rates	1,663,628	1,537,650
Other services	4,418,094	4,511,514
Advance: Sub economic housing		
Other	523,073	1,359,760
Sundry	37,450	161,672
Loan to Sect 21 (Mineral Water project)	-	8,000
Receiver (Vat)	337,194	1,167,900
Suspense : Kheis	-	15,188
Boerevereniging	7,000	7,000
Debiteur : NSDA	141,429	-
	6,604,795	7,408,924
Less: provision for bad debts	1,526,000	92
	5,078,795	7,409,016

No amount were written off as bad debt during this year

9 CREDITORS		
Creditors - Trading & other	3 216 737	2 603 162
Sundry	43 995	(144 080)
Suspense	2 010 300	966 658
Prov for leave pay	-	130 000
Prov for audit fee	40 000	40 000
BTV control	430 532	1 123 793
Salaries	691 910	243 474
Suspense : Projects	-	243 317
	3 216 737	2 603 162

KAMIESBERG MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2005 **(Continued)**

10. ASSESSMENT RATES

	Site Valuations as at 2004/05 R'000	Improvement valuation during 2004/05 R'000	Actual income 2005 R	Actual income 2004 R
			1 225 989	1 248 838
			1 225 989	**1 248 838**

Valuations are performed every five years but the last general valuation come into effect on 1 October 1988.
The basic rates were as follows:

	Site	Site
Tariff	0.02	0.02

Building clauses were charge according to the use of the Erven.

11. REMUNERATION

COUNCILLORS	2005 R	2004 R
Mayor's Allowance	123 830	113 340
Councilors allowance	158 954	154 667
(Councillor's remuneration are within the upper limits as prescribed.)		

MANAGAMENT

Municipal Manager	168 944	13 158
Financial Manager	94 523	-
Technical Manager	247 818	236 525
Manager Economic Development	235 206	219 311

12. AUDITORS REMUNERATION

Audit fees	40 000	40 000

KAMIESBERG MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2005 (Continued)

	2005 R	2004 R
13. FINANCIAL TRANSACTIONS		
Total external interest earned or paid		
Interest earned	280 625	206 327
Interest paid	280 625	206 327
Capital charges debited to operating account		
Interest Paid :External	280 625	206 327
:Internal	-	15 000
Redemption :External	71 323	58 242
:Internal	-	60 000
Deferred cost written off	-	-
	351 948	339 569
APPROPRIATIONS		
Appropriation account		
Accumulated surplus / deficit at the beginning of the year	1 303 958	(433 971)
Accumulated surplus / (deficit) for the year	133 897	182 894
Appropriations for the year	(1437 702)	1 555 035
Prior year adjustments	(1437 702)	1 555 035
Accumulated surplus / (deficit) at the end of the year	153	1 303 958

NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2005 (Continued)

		2005 R	2004 R
14.	**CASH GENERATED BY OPERATIONS**		
	Surplus / (deficit) for the year	133 897	182 894
	Adjustments in respect of the previous year's operating transactions	(1 437 702)	1 555 035
	Appropriations debited to income	-	149 893
	- Capital expenditure	-	85 833
	-Capital Development fund/Revolving fund	-	64 060
	Capital charges	351 948	339 569
	Interest paid :		
	- to internal funds	-	15 000
	- to external loans	280 625	206 327
	Redemption :		
	- From internal funds	-	60 000
	- From external loans	71 323	58 242
	Grants and subsidies received from State		
	Non-operating income		
	- Sale of Erven	7 000	-
	- Net other income		
	Non-operating expenditure		
	- Expenditure charge against Funds, Provisions and Reserves	(2 929 830)	130 782
		(3 874 687)	2 358 173
15.	**(INCREASE) / DECREASE IN WORKING CAPITAL**		
	(Increase) / decrease in ST investments	267 475	(365 650)
	(Increase) / decrease in debtors	2 330 221	(3 181 562)
	increase / (decrease) in creditors	613 575	1 027 998
		3 211 271	(2 519 214)
16.	**INCREASE / (DECREASE) IN LONG-TERM LOANS (EXTERNAL)**		
	Loans raised	-	-
	Loans repaid	(71 323)	(62 993)
		(71 323)	(62 993)

KAMIESBERG MUNICIPALITY
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2005 **(Continued)**

	2005 R	2004 R
17. (INCREASE) / DECREASE IN EXTERNAL CASH INVESTMENT		
Investments realised		
Investments made	(267 475)	(365 650)
	(267 475)	(365 650)
18. (INCREASE) / DECREASE IN CASH ON HAND		
Cash balance at the beginning of the year	(573 471)	(153 017)
Less : Cash balance at the end of the year	(555 061)	(573 471)
	(18 410)	420 454

19. RETIREMENT BENEFITS

The retirement benefit plan is subject to the Pension Fund Act, with pensions being calculated on the final pensionable remuneration paid.

20. REVOLVING FUND

External loans (see appendix B)	1 731 721	1 803 044
Internal investments (surplus funds)	82 659	82 659
Creditors	3,216,737	2 603 162
	5 031 117	4 488 865
Less:	5 229 670	7 827 366
Deferred charges	-	-
External investments	150 875	418 350
Debtors	5,078,795	7 409 016
Temporary advances	-	-
	(198 553)	(3338 501)
(Refer to appendix B for more detail)	(198 553)	(3338 501)

APPENDIX A

ACCUMULATED FUNDS, TRUST FUNDS, RESERVES AND PROVISIONS

FOR THE YEAR ENDED 30 JUNE 2005

	Balance at 30/06/04 R	Contributions during the year R	Interest on investments R	Other income R	Written off / Expenditure during the year R	Balance at 30/06/05 R
ACCUMULATED FUNDS						
Revolving Fund	1 786 367	-	-	7 000	-	1 793 367
	1 786 367	-	-	7 000	-	1 793 367
TRUST FUNDS						
Maintenance fund - Housing	45 945	-	-	-	45 945	-
Sports facility fund	(73)	-	-	-	(73)	-
Mayor fund	3 883				3 883	-
Idp trustfund	55 829	-	-	30 000	55 829	30 000
Kheis Creche	44 000	-	-	-	23 174	20 826
Housing	94 135	-	-	-	94 135	-
Garies/Kheis Pipeline	68 403	-	-	1 291 357	1 274 084	85,676
EPWP Project	-	-	-	375 198	245 528	129 670
Diamond Fund Trust Projects	-	-	-	250 000	221 388	28 612
Gardening	5 050	-	-	-	5 050	-
SA	(16 043)	-	-	-	(16 043)	-
	301 129	-	-	655 198	678 816	294 784
RESERVES						
Dog tax fund	16 398	-	-	-	16 398	-
Development fund	17 515	-	-	-	17 515	-
Community facilitation fund	32 053	-	-	-	32 053	-
Groenrivier Development fund	1 704 782	-	-	-	1 704 782	-
Gebeurlikheid fund	75 378	-	-	-	75 378	-
Water fund	388 824	-	-	-	388 824	-
Maintenance fund	16 064	-	-	-	16 064	-
	2 251 014	-	-	-	2 251 014	-
PROVISIONS						
Leave accruals	130 000	162 901	-	-	-	292 901
	130 000	162 901	-	-	-	292 901
	4 468 510	162 901	-	662 198	2 929 830	2 381 052

(Refer to notes 1,2 and 3)

APPENDIX B

EXTERNAL LOANS AND INTERNAL ADVANCES

FOR THE YEAR ENDED 30 JUNE 2005

EXTERNAL LOANS							
Detail/Alm	Approved	Redeemable	Balance at 30/06/04 R	Received during the year R	Redeemed or written off during the year R	Interest charged during the year R	Balance at 30/06/05 R
Development Bank	05/95	30/09/2015	1 803 044	-	71 323	-	1 731 721
(Refer to note 4)			1 803 044	-	71 323	-	1 731 721

INTERNAL ADVANCES TO BORROWING SERVICE					
	Balance at 30/06/04 R	Received during the year R	Redeemed or Written of during the year R	Interest charged during the year	Balance at 30/06/05 R
Revolving Fund	82 659	-	-	-	82 659
(Refer to note 27, 28 & 29)	82 659	-	-	-	82 659

APPENDIX C
ANALYSIS OF FIXED ASSETS
FOR THE YEAR ENDED 30 JUNE 2005

Expenditure 2004 R	Service	Balance at 30/06/04 R	Expenditure 2005 R	Written of transferred redeemed or disposed of during the year R	Balance at 30/06/05 R
33 688	**RATES AND GENERAL SERVICE**	16 754 482			16 754 482
33 571	**Community service**	8 788 818			8 788 818
	Land and buildings	668			668
	Graveyard	65 108			65 108
	Caravanpark/Commonage	5 448 214			5 448 214
	Land and buildings	353 951			353 951
4 000	Office furniture	4 000			4 000
	Sport Facilities	905 204			905 204
14 088	Vehicles and implements	21 843			21 843
	Kraglyn	608 542			608 542
	Housing project	1 147 178			1 147 178
	Ex K.kroon Gemeenskapsdiens	3 365			3 365
15 483	Mayor Donations	230 745			230 745
	Computers & printers				
	Subsidised service	28 853			28 853
	Ambulance	18 746			18 746
	Civil defence	784			784
	Library	9 323			9 323
117	**Economic service**	7 936 811			7 936 811
117	Sanitation and sewerage	6 200 183			6 200 183
	Ex Kamieskroon Ekonomiese	1 736 628			1 736 628
	HOUSING SERVICE	1 444 776			1 444 776
	Economic housing	1 252 262			1 252 262
	Individual Housing	16 739			16 739
	Sub-econ housing	175 775			175 775
85 417	**TRADING SERVICE**	2 427 646			2 427 646
78 940	Electricity	1 391 001			1 391 001
6 477	Water	1 036 645			1 036 645
119 105	**TOTAL FIXED ASSETS**	20 626 904			20 626 904
	LESS : CAPITAL REDEEMED AND OTHER CAPITAL RECEIPTS	17 867 219	71 323		17 938 542
	Loans redeemed and advances paid	6 846 127	71 323		6 917 450
	Contributions ex operating income	732 367			732 367
	Donations and subsidies	10 288 725			10 288 725
119 105	**NET FIXED ASSETS**	2 759 685	(71 323)		2 688 362

APPENDIX D
ANALYSIS OF OPERATING INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2005

Actual 2004 R		Actual 2005 R	Budget 2005 R
	INCOME		
3 595 068	GRANTS AND SUBSIDIES	3 922 948	6 423 000
3 595 068	- Central Government	3 922 948	6 423 000
	- Provincial Government		
6 600 957	OPERATING INCOME	7 335 487	8 484 927
1 248 838	- Assessment rates	1 225 989	1 570 415
1 398 153	- Sale of electricity	1 327 717	1 950 000
1 180 345	- Sale of water	2 340 128	1 600 000
2 773 621	- Other service charges	2 441 653	3 364 512
10 196 025		11 258 435	14 907 927
	EXPENDITURE		
4 002 345	Salaries, wages and allowances	4 591 323	5 460 303
4 974 463	General expense	4 470 244	4 605 762
1 309 047	- Purchase of electricity	1 608 756	1 392 300
101 471	- Purchase of water	230 303	121 903
3 563 945	- Other general expenses	2 631 185	3 091 559
679 813	Repairs and maintenance	1 612 483	945 481
275 161	Capital charges	280 625	265 119
5 405	Contributions to fixed assets		3 089 000
75 944	Contributions to funds	169 864	387 500
10 013 131	**Gross expenditure**	11 124 538	14 753 165
	Less : Amounts charge out		
10 013 131	**Net expenditure**	11 124 538	14 753 165

APPENDIX E

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2005

2004 Actual income R	2004 Actual expenditure R	2004 Surplus (deficit) R		2005 Actual income R	2005 Actual expenditure R	2005 Surplus (Deficit) R
			RATE AND GENERAL SERVICES			
7 617 527	7 629 013	(11 486)		7 590 590	7 617 006	(26 416)
6 777 110	6 228 238	548 872	**Community services**	6 778 916	5 981 300	797 516
367 758	298 861	68 897	Traffic and licence	585 679	399 459	186 220
12 404	70	12 334	Caravan park/Sportgrounds	15 311	3 782	11 530
4 136	688 333	(684 198)	Public works / Workshop	1 294	847 873	(846 579)
4 950 176	3 509 955	1 440 221	Administration & treasury	4 920 561	3 021 804	1 898 757
	394 935	(394 935)	General council expenditure		526 481	(526 481)
1 248 838	607 557	641 281	Assessment rates	1 225 989	447 152	778 837
	544 788	(544 788)	Tourism		648 742	(648 742)
192 753	181 239	11 524	Property and land	30 082	81 659	(51 577)
1 035	2 500	(1 465)	Environment and health		4 349	(4 349)
6 643	122 599	(115 957)	**Subsidized services**	1 338	116 151	(114 813)
			Ambulance service			
1 826	6 558	(4 730)	Civil defense	789	5 988	(5 198)
2 839	14 573	(11 734)	Grave yard	549	110 163	(109 615)
1 975	101 468	(99 493)	Library			
833 774	1 278 176	(444 402)	**Economic service**	810 336	1 519 555	(709 219)
833 774	1 278 176	(444 402)	Sanitation & sewerage	810 336	1 519 555	(709 219)
			HOUSING SERVICE			
			Housing		472	(472)
					472	(472)
2 578 498	2 384 118	194 380	**TRADING SERVICE**	3 667 845	3 507 060	160 785
1 398 153	1 453 040	(54 887)	Electricity	1 327 717	1 802 877	(475 160)
1 180 345	931 078	249 267	Water	2 340 128	1 704 183	635 945
10 196 025	10 013 131	182 894	**TOTAL**	11 258 435	11 124 538	133 897
		1 555 035	Appropriations for this year (Refer to note 18)			(1437 702)
		1 737 929	**Net surplus / (deficit) for the year**			(1 303 805)
		(433 972)	Accumulated surplus / (deficit) beginning of the year			1 303 957
		1 303 957	**ACCUMULATED SURPLUS / (DEFICIT) END OF THE YEAR**			152